



State of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

0005

Michael O. Leavitt
Governor

Ted Stewart
Executive Director

James W. Carter
Division Director

355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203
801-538-5340
801-359-3940 (Fax)
801-538-5319 (TDD)

April 28, 1993

Mr. Clayton J. Parr, Esq.
Kimball, Parr, Waddoups, Brown & Gee
185 South State, Suite 1300
P.O. Box 11019
Salt Lake City, Utah 84147

Dear Mr. Parr:

Re: Time Extension of Interim Reclamation Contract & Surety Bond, Geneva Steel, Iron Mountain Mine Properties, M/021/008, Iron County, Utah

On April 21, 1993, you provided the Division with a letter discussing the passage of the April 2, 1993 extended term for Geneva Steel's (Geneva) Interim Reclamation Contract, Self Bonding & Indemnity Agreement and Surety Bond. As you noted, the ongoing review of Geneva's revised and consolidated permit application for the Iron Mountain Mine properties (M/021/008) remains incomplete.

By letter dated October 20, 1992, the Division and Board granted Geneva an extension until April 2, 1993 for submission of a revised replacement reclamation surety for the Iron Mountain Mine properties. Due to the nature and complexity of this plan and other unforeseen delays, the Division was not able to complete its technical review of the revised application until March 16, 1993. Significant technical deficiencies remain to be resolved. Geneva anticipates it will not be able to respond to these deficiencies before September 1, 1993.

Because of the Division's delay in completing its review of the revised application, Geneva could not meet the April 2, 1993 timeframe. These circumstances were beyond Geneva Steel's control. Consequently, the Division and Board of Oil, Gas and Mining, hereby extend the April 2, 1993 deadline until December 31, 1993. As indicated in the existing contract, the Interim Contract and surety will remain in place until they are replaced with the permanent documents.

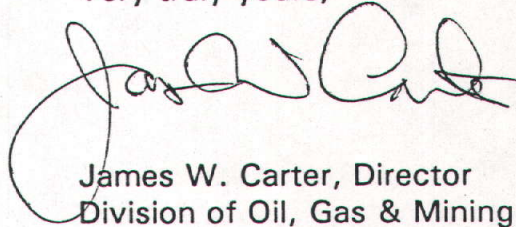


0005

Page 2
Clayton J. Parr
Iron Mountain
M/021/008
April 28, 1993


We appreciate your responsiveness and patience in this matter. Please contact me or Lowell Braxton if you have questions or concerns.

Very truly yours,



James W. Carter, Director
Division of Oil, Gas & Mining

Approved by Board of Oil, Gas and Mining



Dave Lauriski, Chairman

jb
Enclosures
cc: Roy Benson, Geneva Steel
Dave Lauriski, BOGM
Lowell Braxton, DOGM
M021008.ext